

**GEOKINETICS INC.** shale oil development and production

391 Chipeta Way D-2 • Salt Lake City, Utah 84108 • telephone (801) 583-0511

July 16, 1982

Mr. John T. Blake  
Mineral Resource Specialist  
State of Utah Natural Resources & Energy  
3100 State Office Building  
Salt Lake City, Utah 84114



Dear Mr. Blake:

Enclosed is a \$25,000 Corporate Surety Bond, No. CC7105283, issued by Commercial Union Insurance Company. It is our understanding that this bond satisfies the state bonding requirements for all of the oil shale mineral leases currently issued to Geokinetics Inc. by the State of Utah, as well as all such future leases which may be acquired by Geokinetics Inc. from the state.

I am also enclosing a copy of our letter of notification to Mr. John Hill, the owner of the surface rights covered by our mineral lease No. 37138: T12S, R24E, SLM, Section 36, as well as copies of our correspondence with the Division of Oil, Gas and Mining on June 21, 1982. Steps are being taken to satisfy the requests outlined in Mr. Jim Smith's letter of June 23, 1982.

Consequently, we believe we have complied with the requirements enumerated in your letter of June 16, 1982, and therefore plan to commence activities outlined in our letter to you dated June 3, 1982.

If you should have any questions or comments on the above, please call me at #583-0511.

Thank you for your cooperation in this matter.

Very truly yours,

A handwritten signature in cursive script, reading "Warren K. McOmber".

Warren K. McOmber  
Vice President

WKM/mw

Encl.